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HOME RULE INVESTMENT POLICY

CITY OF PEORIA INVESTMENT POLICY

I. INTRODUCTION

This statement is intended to outline the policies for maximizing the efficiency of the City's Cash Management System and for prudent investment of the City's Funds, and to provide guidelines for suitable investments.

The ultimate goal is to enhance the economic status of the City while protecting its funds.

The City's Cash Management System is designed to monitor and forecast expenditures and revenues accurately, thus enabling the City Finance Director or the City Treasurer to invest funds to the fullest extent possible. The City Finance Director or the City Treasurer shall attempt to obtain the highest yield, provided that all investments meet the criteria established for safety and liquidity.

The investment policies and practices of the City Finance Director or City Treasurer for the City of Peoria are based upon Federal, State, and Local law and prudent money management. The primary goals of these policies are:

1. To assure compliance with all Federal, State and Local laws governing the investment of monies under the control of the City Finance Director or City Treasurer,
2. To protect the principal monies entrusted to these Offices, and
3. To generate the maximum amount of investment income within the parameters of this Investment Policy and the guidelines for suitable investments.

All participants in the City's investment process shall act responsibly as custodians of the public trust. Investment officials shall recognize that the investment portfolio is subject to public review and evaluation. The overall program shall be designed and managed with a degree of professionalism that is worthy of the public trust.

II. SCOPE

This investment policy applies to the investment of available assets of all City funds under the direct management of the City's Investment Officer.

The policy for the Illinois Municipal Retirement Fund (IMRF), the Peoria Police Pension Fund, and the Peoria Firemen's Pension Fund will be as determined by the appropriate Boards of Administration and not covered by this Policy.

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Funds set aside to decrease City debt in conjunction with an advance refunding agreement will be invested in accordance with appropriate bond documents and not necessarily in compliance with this policy.

Should bond covenants be more restrictive than this policy, funds will be invested in full compliance with those restrictions.

Funds held by the County Treasurer during tax collection periods shall be governed by the County's investment policies to the extent that they do not conflict with this policy and should be invested by the County Treasurer for the benefit of the City of Peoria as stipulated by the City in accordance with 55 ILCS 5/3-11006.

All investments of the City of Peoria must be made in compliance with Federal and State law and in accordance with applicable legal interpretations. Investment of any tax exempt borrowing proceeds and of any debt service funds must comply with the 1986 Tax Reform Act if the act applies to the debt issued.

III. PRUDENCE

Investments shall be made with judgment and care-under circumstances then prevailing-that persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.

The standard of prudence to be used by investment officials shall be the "prudent person" standard and shall be applied in the context of managing an overall portfolio. Investment officers acting in accordance with written procedures and the investment policy and exercising due diligence shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided deviations from expectations are reported in a timely fashion and appropriate action is taken to control adverse developments.

IV. OBJECTIVE

Funds of the City will be invested in accordance with the Code of Illinois, these policies, and written administrative procedures.

The primary objectives, in order of priority, of the City of Peoria investment activities are as follows:

Legality: The City's investments will be in compliance with all statutes governing the investment of public funds.

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Safety: Investments of the City will be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. To attain this objective, diversification is required in order that potential losses on individual securities do not exceed the income generated from other investments.

Liquidity: The City's investments will remain sufficiently liquid to enable the City to meet all operating requirements that might be reasonably anticipated.

Yield: The City's investments will be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the City's investment risk constraints and cash flow characteristics.

V. DELEGATION OF AUTHORITY

The Finance Director or the Treasurer (or their designee) is the investment officer of the City. The Finance Director or the Treasurer shall establish written procedures for the operation of the investment program consistent with this investment policy and approved by the City Manager. Such procedures shall include explicit delegation of authority to persons responsible for investment transactions. No person may engage in an investment transaction except as provided under the terms of this policy and the procedures established by the Finance Director or the Treasurer and approved by the City Manager. The Finance Director or the Treasurer shall be responsible for all transactions undertaken and shall establish a system of controls to regulate the activities of subordinate officials.

VI. AUTHORIZED FINANCIAL DEALERS AND INSTITUTIONS

The investment officer will maintain a list of financial institutions authorized to provide investment services. The selection process for inclusion on this list will be detailed in the written administrative procedures for investments.

In addition, a list also will be maintained of approved security brokers/dealers selected by credit worthiness. These may include "primary" dealers or regional dealers that qualify under Securities & Exchange Commission Rule 15C3-1 (uniform net capital rule). Employees of any firm or financial institution offering securities or investments to the City are expected to be trained in the precautions appropriate to public-sector investments and are expected to familiarize themselves with the City's investment objectives, policies, and constraints. These firms and financial institutions are expected to make reasonable efforts to preclude imprudent transactions involving the City's funds.

At the request of the City, the firms performing investment services for the City shall provide their most recent financial statements or Consolidated Report of Condition ("call report") for review.

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Each dealer shall acknowledge that they have read and will adhere to this investment policy.

VII. AUTHORIZED INVESTMENTS

The City of Peoria is empowered to invest in certain types of securities as detailed in 30 ILCS 235/2. Among the authorized investments are:

1. Non-negotiable certificates of deposit and other collateralized evidence of deposits with qualified public depositories
2. Obligations of the U.S. Government, its agencies and instrumentalities. However, this authorization shall specifically exclude Collateralized Mortgage Obligations (CMOs), Real Estate Mortgage Investment Conduits (REMICs), and other Principal Only (POs) and Interest Only (IOs) obligations that are secured with mortgages issued by any federal agency, instrumentality or private firm
3. Prime bankers' acceptances purchased on the secondary market with ratings of A1/P1
4. Repurchase agreements for securities listed above, provided the transaction is structured so that the City obtains control over the underlying securities and a Master Repurchase Agreement has been signed with the bank or dealer
5. State of Illinois Public Treasurer's Investment Pool
6. Bonds of the State of Illinois and any local government in the State of Illinois, which bonds have at the time of investment, one of the three highest credit ratings of a nationally recognized rating agency
7. Any investments authorized by the Public Funds Investment Act. (30ILCS 235.0.01seq)

VIII. COLLATERALIZATION

Collateralization will be required on all deposits, certificates of deposits, investments and repurchase agreements. So as to anticipate market changes and provide an adequate level of security for all funds, the collateralization level will be 110% of market value of principal and accrued interest. Collateral is limited to U. S. Treasuries. As an alternative, insurance/surety bonds may be used as collateral to ensure certificates of deposit payments of principal and interest at the date of maturity. Insurance/surety bonds may also be used to ensure replacement on checking and money market accounts in case of a financial institution's default.

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Collateral will always be held by an independent third party with whom the entity has a current custodial agreement. A clearly marked evidence of ownership (safekeeping receipt) must be supplied to the entity and retained. The bank will provide the City a copy of the Board minutes that approved the collateralization. Each time collateral is changed it must be approved by the City. The change must be recorded in the next Bank Board Minutes and a copy of the minutes must be furnished to the City.

IX. SAFEKEEPING AND CUSTODY

To protect against potential fraud, embezzlement, or losses caused by collapse of individual securities dealers, all investment securities purchased by the City, including collateral on repurchase agreements, shall be held by the City or in safekeeping by the City's custodian bank or a third party bank trust department, acting as agent for the City under the terms of a custody or trustee agreement executed by the bank and by the City. The primary agent shall issue a safekeeping receipt to the City listing the specific instrument, rate, maturity, and other pertinent information.

All securities transactions conducted by the custodian on behalf of the City are to be on a delivery-versus payment (DVP) only basis.

Investment officials shall be bonded to protect the City against loss due to possible embezzlement and malfeasance.

X. DIVERSIFICATION

The City will diversify its investments by security type and institution. With the exception of U.S. Treasury securities and authorized pools, no more than **twenty-five percent** of the City's total investment portfolio will be invested in a single security type or with a single financial institution.

XI. MATURITIES

To the extent possible, the City will attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the City will not directly invest in securities maturing more than three (3) years from the date of purchase. However, the City may collateralize its repurchase agreements using longer-dated investment.

Reserve or Capital Improvement Project monies may be invested in securities not to exceed five (5) years. The maturity of such investments is made to coincide as nearly as possible with the expected use of the funds.

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XII. INTERNAL CONTROLS

Day-to-day procedures concerning investment management and accounting are outside the scope of this policy. The City is subject to annual independent review of its internal controls by an independent accounting firm. This review will provide assurance that policies and procedures are being complied with. Such review also may result in recommendations to change operating procedures to improve internal control. The controls shall be designed to prevent loss of public funds due to fraud, error, misrepresentation by third parties, unanticipated market changes, or imprudent actions by employees or officers of the City. The specific internal controls maintained by the City are contained in normal operating procedures of the Treasury.

XIII. PERFORMANCE STANDARDS

The City's investment portfolio will be designed to obtain a market average rate of return during budgetary and economic cycles, taking into account the City's investment risk constraints and cash flow needs.

Market Yield (Benchmark): The City investment strategy is passive, but the investment officer stays in touch with market conditions weekly and is available to take advantage of market opportunities. Given this strategy, the basis used by the investment officer to determine whether market yields are being achieved shall be the current six-month U.S. Treasury Bill and/or the Average Fed Funds rate. Since these indices are relatively risk-free benchmarks, they comprise a minimum standard for the portfolio's rate of return. The investment program shall seek to augment returns above this threshold, consistent with prudent investment principles and the risk limitations identified herein.

XIV. REPORTING

The investment officer shall submit quarterly an investment report to the City Manager that summarizes recent market conditions, economic developments and anticipated investment conditions. The report shall summarize the investment strategies employed in the most recent quarter, description of the portfolio in terms of investment securities, maturities, risk characteristics and other features. The report shall explain the quarter's total investment return, compare the return with target rate of return projections and budgetary expectations.

XV. SAVINGS CLAUSE

In the event any state of federal legislation or regulation should further restrict instruments or institutions authorized by this policy, such restrictions shall be deemed to be immediately incorporated in this policy.

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If new legislation or regulation should liberalize the permitted instruments or institutions, such changes shall be available and included in this policy only after written notification to the City Council and their subsequent approval of said changes.

XVI. INVESTMENT POLICY ADOPTION

The City's investment policy shall be adopted by resolution of the City Council. The policy shall be reviewed annually by the investment officer and any modifications made thereto must be approved by the City Council.

This policy supersedes all prior investment policies.

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NON-HOME RULE INVESTMENT POLICY

INVESTMENT POLICY- Anytown, Illinois

INVESTMENT POLICY

It is always prudent for any public unit to have an Investment Policy in place for the purpose of safe guarding funds, equitably distributing the investments and maximizing income of the governmental unit. The following policy is adopted for the City/ Village of _____ Treasurer's office.

SCOPE OF INVESTMENT POLICY

This Investment Policy applies to the investment under the jurisdiction of the City/ Village of _____ Treasurer. This Investment Policy will also apply to any new funds or temporary funds placed under the jurisdiction of the City/ Village of _____ Treasurer. The Illinois Compiled Statutes will take precedence except where this policy is more restrictive wherein this policy will take precedence.

OBJECTIVES

The Purpose of this Investment Policy of the City/ Village of _____ Treasurer is to establish cash management and investment guidelines for the stewardship of public funds under the jurisdiction of the City/ Village of _____ Treasurer. The specific objectives of this investment policy will be as follows:

1. Safety of principal.
2. Diversity of investments to avoid unreasonable risks.
3. The portfolio shall remain sufficiently liquid to meet all operating costs which may be reasonably anticipated.
4. The highest interest rate available will always be the objective of this policy combined with safety of principal, which is left to the discretion of the City/ Village of _____ Treasurer, which includes whether or not the City/ Village of Treasurer will require collateralization of any deposits.
5. In maintaining its investment portfolio, the City/ Village of _____ Treasurer shall avoid any transaction that might impair public confidence in the City/Village of _____ Treasurers office.
6. The City/ Village of _____ Treasurer will give consideration to the financial institutions positive community involvement when consideration is given to the financial institution to be used as a depository.

7. All funds will be invested for a period of one day or longer, depending on the requirement for the disbursement of funds.

8. All funds shall be deposited within two working days at prevailing rates or better in accordance with Illinois Compiled Statutes.

RESPONSIBILITY

All investment of funds under the control of _____ Treasurer is the direct City/ Village of _____ Treasurer of _____ Treasurer shall be transactions and shall establish a system of controls subordinates who are directly involved in the investment activities.

ACCOUNTING

All investment transactions shall be recorded of by the City/ Village of _____ Treasurer or the City/ Village least monthly, listing all active investments. This report will be made available to the City/ Village of _____ Board/ Council and City/ Village of _____ Treasurer.

FINANCIAL INSTITUTIONS

The City/ Village of _____ Treasurer will have the responsibility to select which financial institutions will be depositories for City/ Village of _____ Treasurer funds.

The City/ Village of _____ Treasurer will take into consideration security, size, location, condition, service, fees and the community relations involvement of the financial institution when choosing a financial institution.

At no time will the City/ Village of _____ Treasurer investments exceed 65% of the financial institutions Capital and surplus.

All financial institutions having any type of financial relationships; deposits, investments, loans, etc. are required to provide a complete and current "Call Report" required by their appropriate regulatory authority each calendar quarter within 30 days of the "Call" request date.

INVESTMENT VEHICLES

The City/ Village of _____ Treasurer will use investments approved for governmental units as set forth in the most current issue of the Illinois Compiled State Statutes including Securities Exchange Commission registered and AM rated by Fitch and Standard & Poor's money market mutual funds consisting of U.S. Government Treasuries.

COLLATERAL

It shall be the discretion of the City/ Village of _____ Treasurer to determine whether or not collateral will be required of financial institutions receiving funds from the City/ Village of _____ Treasurer. At all times the City/ Village of _____ Treasurer will require that deposits in excess of 10% of the capital and surplus of a financial institution will be collateralized. The City/ Village of _____ Treasurer may request collateral for any part of deposits in financial institutions when the City/ Village of _____ Treasurer determines it to be in the best interests of safeguarding the funds on deposit.

When collateral is required, 105% of the deposit will be required. Only the following collateral will be accepted:

U.S. Government direct securities
Obligations of Federal Agencies
Obligations of Federal Instrumentalities
Obligations of the State of Illinois
Obligations of the City/ Village of _____
Acceptable Collateral as identified in the Illinois Compiled Statutes _____ for use by the Treasurer of the State of Illinois.

Investments shall be made with judgement and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the possible income to be derived.

The above standard is established as the standard for professional responsibility and shall be applied in the context of managing the City/ Village of _____ Treasurer's portfolio.

Security Controls

The City/ Village of _____ Treasurer is authorized to establish financial accounts for the office of City/ Village of _____ Treasurer with the advice and consent of the City/ Village of _____ Board/ Council. At all times either the City/ Village of _____ Treasurer or City/ Village of _____ Deputy Treasurer, and the Clerk or Mayor two, jointly, will be authorized to sign on financial accounts of the of City/ Village of _____ .

End of Policy

Adopted this _____ day of _____, 19____ .

Treasurer

City/ Village Clerk

Mayor/ President

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ANNUAL ACCOUNT

ANNUAL TREASURER'S REPORT
CITY OF HIGHLAND, ILLINOIS
FOR THE FISCAL YEAR ENDING APRIL 30, 2005

REVENUE SUMMARY: PROPERTY TAXES 2181835 - REPLACEMENT TAX 117026 - INTERGOVERNMENTAL 3107273 – CHARGES FOR SERVICES 14896929 – CONNECTION FEES 237036 - LICENSES AND PERMITS 343515 – FINES AND FORFEITURES 58394 – REVENUE FROM USE OF PROPERTY 27788 - MISCELLANEOUS 527230 TOTAL REVENUE: \$21,497,026.

EXPENDITURE SUMMARY:

A & M PROFESSIONAL CLEANING – 4665; ABSOLUTE DATA ACCESS – 13285; ACE HARDWARE – 6512; ADR INC – 11340; ADVANCED CONTROL SYSTEMS – 7057; AFLAC – 16684; AIR CLEANING SPECIALISTS – 33580; ALTEC INDUSTRIES – 9680; ANTHONY SUPPLY CO - 4774; ARAMARK SERVICES - 15207; ASHBROOK CORP – 4271; ASPLUNDH BRUSH CONTROL CO - 31347; AVISTON LUMBER – 3724; BAKER & TAYLOR – 5,327; BANK OF EDWARDSVILLE – 8050; BANNER FIRE EQUIPMENT – 2915; BARBECK COMMUNICATIONS – 9305; BATHON, FRED COUNTY TREASURER –5811; BEELMAN TRUCK CO - 12777; BI-STATE COMPRESSOR – 2584; BI-STATE SEAL COATINGS – 5400; BLUFF EQUIPMENT – 2724; BNY TRUST COMPANY OF MISSOURI – 307653; BOOKS ON TAPE – 4,867; BRENNTAG MID-SOUTH – 21360; BROKERS NATIONAL LIFE – 9860; BROWNSTOWN – 56264; BURNS & MCDONNELL – 64741; BURROUGHS HEPLER BROOM – 121030; BUSCOMM – 3851; C D PETERS CONSTRUCTION – 132166; CARGILL – 21688; CDW-G INC – 7185; CENTRAL EQUIPMENT SALES – 6185; CHEMCO INDUSTRIES – 3949; CITY OF HIGHLAND – 412384; CITY OF HIGHLAND PAYFUND (LIBR) – 128,641; CITY OF HIGHLAND PETTY CASH – 2541; CITY UTILITIES – 297386; CITY OF HIGHLAND UTILITIES (LIBR) – 8,835; CLEAN THE UNIFORM COMPANY- 3730; COE EQUIPMENT – 3061; COMMUNICATIONS REVOLVING FUND – 5364; CONRAD – 7035; COPY CONCEPTS – 2605; COPYING CONCEPTS LEASING – 3890; CSX TRANSPORTATION - 140790; D&L DISPOSAL LLC – 773705; DA-COM – 5053; DAIRY QUEEN –2628; DEIBERT ELECTRIC INC – 4456; DELAURENT CONSTR CO INC – 12507; DELL MARKETING LP – 32649; DELTA MOBILE TESTING INC – 2955; DELTA-Y ELECTRIC CO – 41040; DON ANDERSON CO INC – 10034; DPC ENTERPRISES LP – 4701; DROEGE EQUIPMENT – 2691; DURKIN EQUIPMENT – 4335; EAGLE COMPANIES – 15000; ECONO SIGN & BARRICADE – 3939; ELAN – 30134; ELECTRICO INC – 6027; ENGINEERED POWER SYSTEMS – 12338; ESSENPREIS PLUMBING & HTG – 13356; ESSENPREIS, DUANE – 8086; EVANS, FROEHLICH, BETH & CHAMLEY – 10000; FAITH COUNTRYSIDE HOMES – 3751; FARNSWORTH GROUP – 12099; FERRELLGAS – 10207; FLETCHER-REINHARDT CO – 49320; FLETCHER REINHARDT SERVICE – 38866; FOEHNER, EDNA – 12000; FOPPE DESIGNS INC – 3784; FROST ELECTRIC SUPPLY CO – 10989; GAC MIDAMERICA – 26303; GALE GROUP – 2558; GALLS INC – 2548; GASSMANN,HILDA – 12000; GATEWAY FIRNESS SERVICES – 4882; GENERAL FUND ADMIN – 639912; GRANDVIEW FARMS – 8000; GRAYBAR ELECTRIC COMPANY – 37020;

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GUILLOT,JEFF – 8634; HAIER PLUMBING & HEAT INC – 126008; HARCROS
 CHEMICALS – 3212; HARRIS,HOWARD – 4710; HATCH & KIRK INC – 8489;
 HEARTLAND ECOSYSSTEM SERV. – 44000; HERO’S IN STYLE – 5468;
 HIGHLAND ANIMAL SHELTER – 17450; HIGHLAND AREA COMMUNITY
 FOUNDATION – 143833; HIGHLAND ARTS COUNCIL – 5000; HIGHLAND
 CHAMBER OF COMM – 27244; HIGHLAND FIRE DEPARTMENT – 10415;
 HIGHLAND NEWS LEADER – 9975; HIGHLAND RENTALS –26092; HIGHLAND
 RURAL KING INC – 23701; HIGHLAND TRU-BUY – 3152; HILLYARD – 13054;
 HONEYWELL INC – 4086; HOUSEMAN SUPPLY – 13278; HUGHES SUPPLY
 INC/ELASCO – 160645; I U O E – LOCAL 399 – 11959; I/E COMMUNICATIONS
 INC – 11690; IDS, INC – 39331; IL DEPT OF TRANSPORATION – 450148; IL
 ENVIRONMENTAL PROTECTION – 9838; ILL DEPT OF REVENUE – 383633;
 ILLINOIS ENVIRONMENTAL – 451107; ILLINOIS EPA – 19150; ILLINOIS
 FRATERNAL ORDER POLICE LABOR COUNCIL– 5148; ILLINOIS MUNICIPAL
 ELECTRIC AGENCY – 6274821; ILLINOIS MUNICPAL RETIREMENT FUND –
 425000; ILLINOIS MUNICIPAL UTILITY – 4062; ILLINOIS POWER COMPANY –
 32430; INGRAM – 7533; IML RISK MANAGEMENT – 311653; INTERNAL
 REVENUE SERVICE – 386911; INTERNATIONAL PAPER – 9261; JARRELL
 MECHANICAL CONTRA – 6218; JEWETT ROOFING COMPANY – 6250; JOHN
 FABICK TRACTOR CO – 16437; JOINT TESTING CONSORTIUM – 7677;
 JOURNAL PRINTING – 6771; JVM TOTAL TREE CARE – 3498; KAMPWERTH
 OIL COMPANY – 75230; KLAUS SERVICE CENTER – 3695; KORTE COMPANY –
 13630; KORTE & LUITJOHAN EXC INC – 510751; KRAUS, STEVE – 7794; L&G
 REAL ESTATE INC – 44292; LAKESIDE ROOFING CO INC – 3438; LEWIS &
 CLARK LIBRARY SYSTEM – 27047; LITTLE TIKES COMM PLAY – 12102;
 LOHMAN, DONALD F – 24415; LOYET, DAVID A & ASSOC – 3559; MADISON
 CO ENVIRONMEN - 4585; MARCAL LIFTING PRODUCTS – 2721; MAZZIO’S
 PIZZA – 2700; MCGINLEY INC – 3250; MCKAY AUTO PARTS INC – 5343;
 McLEODUSA – 8037; MEDTRONIC PHYSIO-CONTROL –5910; METRO
 INDUSTRIES TIRE PRO – 3600; METRO-AG WASTE INJECTION – 49376;
 METROPOLITAN ENFORCEMENT – 8438; MICHAEL’S SWISS INN – 2755;
 MICKELSON’S BLAST CLEANING – 5792; MID-AMERICA ADVERTISING –
 7320; MIDWEST METER INC – 13472; MIDWEST MUNICIPAL SUPPLY – 2944;
 MIDWEST POOL & COURT – 8561; MIKE A MAEDGE TRUCKING – 29881; MINI-
 MAX INFORMATION SYSTEMS – 7517; MISSISSIPPI LIME – 5320; MOBILE
 VISION – 8624; MOODY’S INVESTORS SERVICE – 7000; MUNICIPAL CODE
 CORP – 2516; NATIONAL WATERWORKS INC – 20333; NEXTEL
 COMMUNICATIONS – 9625; NG GILBERT – 152201; NUTOYS LEISURE
 PRODUCTS – 5848; OATES ASSOCIATES INC – 116967; OFFICE
 ENVIRONMENTS – 18871; OLD NATIONAL – JASPER – 45364; ONE SPECIAL
 TOUCH – 6449; ONEY, DENNIS L 25104; PATTON, JAMES – 21351;
 PEPSIAMERICAS – 26012; PIERCE, WILLIAM D – 13604; PIONEER REVERE -
 3409; PITNEY BOWES – 4510; POETTKER TRUCK SERVICE – 14971; POETTKER
 F.H. – 5899; POLICE PENSION FUND –95736; POWERWARE CORP – 2976; PRO
 ALARM – 4734; PURCELL TIRE CO – 14296; QUAD COUNTY READY MIX –
 6632; R W TROXELL & COMPANY – 20927; RADIX CORPORATION – 2985;
 RIANBOW RIVER CORPORATE – 3321; RAK INDUSTRIES – 12239; RAY
 O’HERRON CO – 7242; REKER, EDWIN – 8086;RESSLER & ASSOC INC – 4624;
 ROTOLITE OF ST LOUIS INC – 7283; SAFE SUPPLY CO – 2533; SAFETY-KLEEN

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CORP – 3926; SCHEFFEL & COMPANY PC – 28205; SCHMERSAHL TRELOAR & CO – 2500; SCHMIDT, DAVE TRUCK SERVICE – 3041; SCHULTE SUPPLY – 22183; SCHWAN’S SALES – 4085; SCHWEND’S READY MIX – 8179; SD MYERS INC – 2594; SOUTHWESTERN ILLINOIS LAW - 4125; ST JOSEPH’S HOSPITAL - 3973; STATE DISBURSEMENT UNIT – 9726; STEVE SCHMITT CHEVROLET – 48159; STRESS CRETE LIMITED – 4408; SUPERIOR WATERPROOFING – 9562; SW IL IBEW-NECA SVC CENT – 11800; SWITZER’S INC – 8566; TEKLAB INC – 18303; THE BANK OF EDWARDSVILLE – 16120; THOMASSON LUMBER COMPANY – 4743; THOUVENOT WADE & MOERCHEN – 57721; TRANSFORMER DECOMMISSION – 5667; TROY A FODOR , P C INC – 3859; TRUCK CENTERS INC – 13684; U.S. POSTAL SERVICE – 13000; UNITED HEALTHCARE – 665485; UNITED PORTFOLIO MANAGEMENT – 10049; UNIVAR USA INC - 4200; US BANK NA – 350417; US POST OFFICE – 17186; USA BLUE BOOK – 4310; V L CLARK CHEMICAL CO – 8888; VANDEVANTER ENGINEERING – 12681; VANTAGEPOINT TRANS AGENT – 41755; VERIZON (LIBR) – 2814; VERIZON NORTH – 26543; VERIZON WIRELESS – 6525; VERMEER OF MISSOURI & IL – 4098; VERMONT SYSTEMS INC – 3160; VIRTUAL TOWN HALL, LLC – 3250; VWR SCIENTIFIC PRODUCTS – 2951; WALDEN ASSOCIATED TECHNOLOGY – 14707; WALMART – 13929; WALMART (LIBR) – 3857; WATER ACCOUNTS – 350124; WATER TREATMENT SERVICES – 7574; WELLS FARGO FINANCIAL LEASING – 4663; WERNER CONSTRUCTION – 6725; WESTPORT POOLS INC. – 9901; WILLIAM F BROCKMAN – 7002; WIRELESS USA – 15210; WOODCREST MANAGEMENT – 42596; WOODY’S MUNICIPAL SUPPLY – 9478; ZOLL DATA SYSTEMS INC – 11129.

TOTAL OF VENDORS OVER \$2,500 – 16,978,008; MISC VENDORS UNDER \$2,500 – 442,995, TOTAL OF ALL VENDORS – 17,421,003.

COMPENSATION SUMMARY:

Under \$25,000.00: ABELN,K – AMMANN,D – ANDERSON II, A - ASH,J – AUSTIN,E - BARDILL,D - BARKER,D – BARKER,M - BEARD,C - BELLM,B – BENNETT,D - BERNDSEN,S – BICKLINE,J – BLACK,S – BLOCKYOU,T – BLOEMKER,J – BLOEMKER,R – BODINET,P – BOEKHOUT,H - BOHNAK,M – BOWMAN,M - BOWMAN,R – BOXELL,R - BOYER,B – BRADLEY,D – BROWN,M - BUCHANAN,N – BUCK,A - BUCKLER,R – BUCKS,T - BUDDE SR,A – CALDWELL,L - CALLAHAN,D – CARTER,M – CAVE,C - CAVE,N – CHAPMAN,J – CHAPMAN,M – CLARKIN,B – CRONIN,C – CRYDER,JE – DALE,J – DALE,P - DANIELS,M - DANT,M – DESLEM,R – DEUSER,T – DIESEN,M – DOLEZAL,A – DOLEZAL,S - DONINI,F – DONINI,MA – DONINI,MIA - DRAZEN,B – DRAZEN,E – DRDA,K – DRIEMEYER,J – DUCKSWORTH,K – ELLIOTT,S - ELLIS,D - EVERSGERD,C – FEDERER,K – FICKER JR,S – FREY,ME – FREY,T – GAFFNER,TR – GALLATIN,A – GARRETT,A - GILMORE,W – GITERSONKE,J – GOULD,W – GRAMLICH,C - GRAPPERHAUS,M – GREGURICH,A – GREVE,A - GREVE,S – HABERER,S – HAMMEL,L - HAMMER,T – HARLAN,D – HEAD,J – HEIM,M – HEISNER,DA – HEISNER,DE – HEISNER,T – HELD,J – HEMPEN,M - HEUBERGER,R – HOBBS,J - HOHLT,S - HOLZINGER,L – HOSTMEYER,S - IBERG,K – ISERT,K - JOHNSON,C – JOHNSON,P – KAMPWERTH,B

- KAMPWERTH,C – KAMPWERTH,K – KAMPWERTH,R – KAPP,R – KESSELS,K – KILGORE,M – KLAUS,A – KLAUS,B – KLEINHOFFER,R – KLOSTERMANN,A – KLOSTERMANN,B - KNUF,W – KOBERCZKY,C – KOEHNEMANN,S – KORTE,C – KORTE,N – KORTE,V - KUTZ,J – LANDMANN,O – LAWSON,M - LECERF,A – LECERF,P – LEWIS,E – LINENFELSER,S – LINK,L – LUBER,R - LUCIA,T – LUIS,D - LUITJOHAN,R – LYNN,S – MALONE,M – MANHART,T - MARTI,E – MARTI,T - MARTIN,K – MASSEY,K – MAY,J - McGINLEY,B - McCLENAHAN,B – METTLER,R - MEYER,D – MILLER,H – MILLER,J – MILLER,K – MILOS,F - MONTAYNE,L – MORENCE,J – MORENCE,P – MOYLAN,V - NAGEL,S – NAYLOR,R – NETZER,S – NOVAK,J – OSWALD,S – OTTENSMEIER,G – OWENS,N - PARKER,A – POHL,S – POST,J – POTTHAST,A - POTTHAST,B – POTTHAST,M – PYRS,S – RAMSEY,S – RAYMOND,E - REHKEMPER,K – RENKO,T – REUTIMAN,A - REZABEK,J – REZABEK,N – RICKART III,W – RICKHER,V – RIFFEL,M – RINDERER,M – RINDERER,R - RITTENHOUSE,T – ROMMERSKIRCHEN,D – RUTZ,T – SANDIFER,M – SCHMIDT,L – SCHROEDER,N - SCHUETTE,K – SCHUETTE,T – SCHUETZ,A – SCHWARZ JR,R – SHAW,M - SHEA,B – SHEA,R – SHIFFER,K – SHOULTZ,G - SIEGNER,J – SIENKIEWICZ,D – SIEVER,C – SIEVER,E – SINNOCK,W - STACK,N – STIEB,L – STRACKELJAHN,D - STRAUB,C – SUTTON,C - SUTTON,L – TALLY,B – TEBBE,D – TEBBE,S – THUENEMANN,K – TRAME,D – TRELOW,M - TROWBRIDGE,K – TRUSKOWSKI,L - TSCHANNEN,B – WALTER,R – WEH,R - WEISS,A – WELLEN,M - WESSEL,T – WIEDUWILT,C – WIEGAND,C – WILDHABER,JAM – WILDHABER,JAY – WILFONG,D - WILLIAMS,S – WILSON,A - WILSON,W – WINTER,T – WITTENBORN,R - ZITTA,E – ZOBRIST,J.

\$25,000.00 to \$49,999.99: AEGERTER,W – ATHMER,S – BERRY,R – BOEING,B – BORROR,S - BUCHMILLER,K - BUGGER,J – CAYSON,T - CONRAD,C - DAIBER,R - DONOHO,R - DORTCH,J - DUFT,S – EADER,L - ELLIS,R - FISHER,D – GAFFNER,A – GLADDEN,L - GRAMLICH,N - GRAPPERHAUS,P - HABERER,C - HAWLEY,G - HEDIGER,L - HEMPEN,A - HEMPEN,G - KESNER,S – KIM,A – KIRK,J - KOEHNEMANN,B – KORITZ,S - KRAFT,R – KUNZ,H - LEADBETTER,K - LIENING,E - LIMESTALL,K - LOHMAN,D - McCASLIN,K – MOSS,C - MOSS,L - MUELLER,C - NEIER,D - ONOFREY,W - POETTKER,L –RICE,P - RUSTEBERG,T - SCHLARMANN,C – STEINMANN,T – STOFF,G - STRAM,G – TEBBE,L - VANDERSAND,J - WALTER,SH - WALTER,ST – WEIS,D - ZIMMER,W -

\$50,000.00 to \$74,999.99: ANGLIN,T – BAST,B – CLAYTON,S - COX,G – CROSBY,G - DUNCAN,W – FRAILEY,D - FREY,K – FREY,M - GILLESPIE,W - HABERER,K - HEMANN,T – HOLTGRAVE,P – HORNER,R - LAUER,R – LENGERMANN,M - MANVILLE,S - MCPHERSON,D – MENZ,B - MICHAELIS,J - ODORIZZI,M – PARKER,R – PURTLE,J – RIGGS,R – ROSE,M – ROSEN,M – ROTTMANN,J - RUSTEBERG,S – SCHMITT,J - SEEFELDT,D – SELLERS,G - SHERMAN,B – SIVEWRIGHT,S – STEINBECK,A – TERRY,R - TWYFORD,D

\$75,000.00 to \$99,999.99: GIRDLER,D TOTAL COMPENSATION: \$5,191,853.

SUMMARY STATEMENT OF CONDITION

	GENERAL	SPECIAL REVENUE	DEBT SERV. CAP. PROJ.	ENTER- PRISE	TRUST & AGENCY
BEG.FD.BALANCE	\$2,380,558	\$719,919	\$2,397,475		\$ 5,145,485
BEG.RET.EARNING				\$25,386,435	
REVENUE	5,824,656	1,921,495	405,288	13,309,690	888,137
EXPENSE	6,966,769	2,035,601	308,054	13,085,514	116,270
+ OTHER SOURCES	6,191,981	0	80,000	528,151	0
- OTHER USES	5,114,201	0	200,000	289,071	32,780
END.FD.BALANCE	\$2,316,225	\$605,813	\$2,374,709		\$ 5,884,572
END.RET.EARNING				\$25,849,691	

Subscribed and sworn to this _____ day of October, 2005.

Wayne P Steiner, Treasurer

I, Barbara Bellm, Clerk of Highland, Madison County, Illinois, do hereby certify that the above is a true copy of the Annual Treasurer's Report for the fiscal year ending April 30, 2005.

Barbara Bellm, Clerk

SAMPLE DOCUMENT

MEMO TO: Highland News Leader

FROM: Sharon Rusteberg, Director of Finance

SUBJECT: Annual Treasurer's Report

DATE: October 20, 2005

I have enclosed a copy of the City of Highland's Annual Treasurer's Report for the fiscal year ending April 30, 2005. Please publish it in the October 25th paper.

As soon as possible, please send the Certificate of Publication to my attention. We need to have a copy of the Certification to the Madison County Treasurer's office before October 30th. Thanks.

Sincerely,

Sharon Rusteberg
Director of Finance

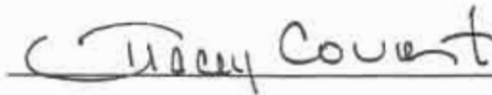
SAMPLE DOCUMENT

TAX LEVY

STATE OF ILLINOIS)
)
COUNTY OF McLEAN)ss:
)
CITY OF BLOOMINGTON)

I, TRACEY COVERT, City Clerk of the City of Bloomington, Illinois do hereby certify that the foregoing is a true and accurate copy of Ordinance No. 1998 - 112, An Ordinance Levying Taxes for the City of Bloomington, McLean County, Illinois, for the Fiscal Year Beginning May 1, 1998 and Ending April 30, 1999 for the City of Bloomington, presented, passed and approved at a regular meeting of said City Council held on the 23rd day of November, 1998, by an affirmative vote of the majority of all members then holding office, the vote having been taken by yeas and nays and entered on the record of the proceedings of said Council.

Witness my hand and the seal of the
said City this 24th day of November, 1998.

_____

Tracey Covert

City Clerk

ORDINANCE NO. 1998 - 112

**AN ORDINANCE LEVYING TAXES FOR THE CITY OF BLOOMINGTON, MCLEAN
COUNTY, ILLINOIS, FOR THE FISCAL YEAR BEGINNING MAY 1, 1998 AND
ENDING APRIL 30 1999 FOR THE CITY OF BLOOMINGTON**

Be it ordained by the City Council of the City of Bloomington, Illinois:

Section One. (a) The sum of Thirteen Million Three Hundred Thirteen Thousand Six Hundred and Fifty dollars (\$13,313,650) being the total sum of the appropriation heretofore legally made which is to be collected from the tax levy of the fiscal year of the City of Bloomington, McLean County, Illinois, beginning May 1, 1998 and ending April 30, 1999, for all corporate purposes and including General corporate Purposes, Payment of bonds and Interest on Bonds, Public Library, Fire Pension Fund, Police Pension Fund, Public Parks Fund, Fire Protection Fund, Police Protection Fund, Judgment Fund, IMRF Fund, and FICA Taxes Fund as appropriated for the fiscal year beginning May 1, 1998 and ending April 30, 1999 passed by the City Council of said City at its regular meeting held on the 23rd of November, 1998, shall be and the same is hereby levied on all taxable property within the said City of Bloomington, subject to taxation for said current fiscal year. The specific amounts as levied for the various objects heretofore named appear in the right hand column under the designation "Amount to be raised by Taxation", the said tax so levied being for appropriations heretofore made for said tax levy, the current fiscal year which are to be collected from said tax levy, the total amount of which has been ascertained as aforesaid for the objects and purposes as follows:

CITY OF BLOOMINGTON, MC LEAN COUNTY, ILLINOIS

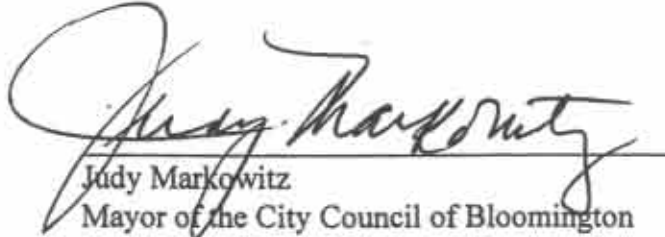
(b) The tax rate against the said taxable property of the City of Bloomington for the year 1998 for and on account of the aforesaid tax levy be, and the same is hereby set for said taxable year as follows:

I.	General Corporate Purposes	\$1,973,126
II.	Police Protection Fund	823,653
III.	Fire Protection Fund	823,653
IV.	Public Parks	617,740
V.	Fire Pension Fund	1,260,105
VI.	Illinois Municipal Retirement Fund	984,256
VI-A.	FICA Taxes Fund	780,431
VII.	Judgment Fund	700,000
VIII.	Police Pension Fund	1,303,408
IX.	Public Benefit Fund	155,000
X.	General Bond and Interest	1,620,843
XI.	Public Library Fund	2,236,971
XII.	Audit Fund	34,464
		<u>\$13,313,650</u>

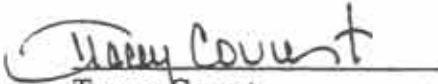
CERTIFICATE OF COMPLIANCE
TRUTH IN TAXATION

I, Judy Markowitz, the duly qualified Mayor of the City of Bloomington, McLean County, Illinois, and the presiding officer of the City Council or said City, do hereby certify that the 1998 tax levy of said City attached hereto was adopted in full compliance with the provisions of Sections 4 through 7 of the Illinois "Truth in Taxation Act". The 1998 aggregate levy was less than 105% of the previous year's extension, so no public hearing or notice was required.

IN WITNESS WHEREOF, I have pleaded my official signature on this 24th
day of November, 1998.


Judy Markowitz
Mayor of the City Council of Bloomington

ATTEST:


Tracey Covert
City Clerk

(seal)

GENERAL CORPORATE, PUBLIC BENEFIT AND AUDIT LEVY 1998

AMOUNT TO BE
RAISED FROM
SOURCES
OTHER THAN
PROPERTY
TAXATION

AMOUNT

TOTAL
APPROPRI-
ATION

TAXATION

I GENERAL GOVERNMENT

PERSONNEL

1 HUMAN RESOURCES DIR.
1 PERSONNEL ADMINIS. ASST.
1 CLERK II
.25 STUDENT INTERN

SALARIES	\$140,163	\$140,163	\$140,163	\$0
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CONTRACTUAL SERVICES

PHYSICIAN SERVICES	\$9,240		\$9,240	
OTHER MEDICAL SERVICES	\$40,370		\$40,370	
TRAINING	\$10,650		\$10,650	
REGISTRATION	\$1,850		\$1,850	
TRAVEL	\$2,300		\$2,300	
MEALS & LODGING	\$3,156		\$3,156	
MEMBERSHIP DUES	\$1,455		\$1,455	
OFFICE EQUIPMENT MAINT.	\$165		\$165	
COMPUTER EQ. MAINT.	\$0		\$0	
TELEPHONE	\$1,500		\$1,500	
ADVERTISING SERVICES	\$5,000		\$5,000	
PRINTING	\$5,400		\$5,400	
TEMPORARY SERVICES	\$0		\$0	
OTHER CONTRACTUAL SERVICE	\$32,300		\$32,300	
		\$113,386	\$113,386	

COMMODITIES

OFFICE SUPPLIES	\$2,000		\$2,000	
POSTAGE	\$1,000		\$1,000	
COMPUTER SOFTWARE	\$500		\$500	
PERIODICALS & BOOKS	\$2,450		\$2,450	
EMPLOYEE SERVICE AWARDS	\$6,827		\$6,827	
EMPLOYEE RELATIONS	\$20,300		\$20,300	
		\$33,077	\$33,077	

TRANSFERS

EQUIPMENT REPLACEMENT	\$3,311		\$3,311	
		\$3,311	\$3,311	

TOTAL

PERSONNEL		\$289,937	\$149,774	\$0
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GENERAL CORPORATE, PUBLIC BENEFIT AND AUDIT LEVY 1998

I GENERAL GOVERNMENT

LEGISLATIVE

1 MAYOR
8 ALDERMAN
.5 DEPT SECRETARY II

SALARIES	\$57,718	\$57,718	\$0	\$57,718
CONTRACTUAL SERVICES				
CONSULTANT SERVICES	\$45,000		\$45,000	
REGISTRATION	\$1,800		\$1,800	
TRAVEL	\$2,000		\$2,000	
MEALS & LODGING	\$2,000		\$2,000	
MEMBERSHIP DUES	\$5,000		\$5,000	
COMMUNICATION EQUIP. MAINT.	\$250		\$250	
TELEPHONE	\$2,000		\$2,000	
COMMUNITY RELATIONS	\$26,000		\$26,000	
OTHER CONTRACTUAL SERVICE	\$0		\$0	
		\$84,050	\$84,050	
COMMODITIES				
OFFICE SUPPLIES	\$1,000		\$1,000	
POSTAGE	\$1,000		\$1,000	
PERIODICALS & BOOKS	\$100		\$100	
OTHER MISC. EXPENSES	\$10,000		\$10,000	
		\$12,100	\$12,100	
TRANSFERS				
SISTER CITY FUND	\$8,278		\$8,278	
		\$8,278	\$8,278	
TOTAL				
LEGISLATIVE		\$162,146	\$104,428	\$57,718

GENERAL CORPORATE, PUBLIC BENEFIT AND AUDIT LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
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I GENERAL GOVERNMENT

CITY MANAGER

1 CITY MANAGER
.5 INSURANCE/BENEFITS MGR.
.9 ASST CITY MANAGER
.5 EXECUTIVE SECRETARY
.25 CITY NURSE

SALARIES	\$189,847	\$189,847	\$0	\$189,847
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CONTRACTUAL SERVICES

PLANNING SERVICES	\$35,700		\$35,700	
OTHER PROFESSIONAL SERV.	\$2,200		\$2,200	
REGISTRATION	\$2,200		\$2,200	
TRAVEL	\$2,400		\$2,400	
MEALS & LODGING	\$5,800		\$5,800	
MEMBERSHIP DUES	\$3,000		\$3,000	
TELEPHONE	\$1,500		\$1,500	
OTHER CONTRACTUAL SERV.	\$12,000		\$12,000	
		\$64,800	\$64,800	

COMMODITIES

OFFICE SUPPLIES	\$2,600		\$2,600	
POSTAGE	\$1,300		\$1,300	
PERIODICALS & BOOKS	\$600		\$600	
		\$4,500	\$4,500	

TRANSFERS

EQUIPMENT REPLACEMENT	\$3,515		\$3,515	
		\$3,515	\$3,515	

TOTAL

CITY MANAGER		\$262,662	\$72,815	\$189,847
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GENERAL CORPORATE, PUBLIC BENEFIT AND AUDIT LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
I GENERAL GOVERNMENT				
FINANCE				
1 DIRECTOR OF FINANCE				
1 ASST TO FINANCE DIR				
1 SUPV OF ACCOUNTING				
4 ACCOUNT CLERK I				
1 ACCOUNT CLERK II				
1 ACCOUNT/CLERKIII				
1 DEPT SECRETARY I				
1 CONSOLE OPERATOR				
SALARIES	\$358,115	\$358,115	\$217,548	\$575,663
CONTRACTUAL SERVICES				
AUDITING	\$42,980		\$42,980	
OTHER PROFESSIONAL SERV.	\$550		\$550	
TRAINING	\$1,000		\$1,000	
TUITION REIMBURSEMENT	\$500		\$500	
REGISTRATION	\$1,900		\$1,900	
TRAVEL	\$1,134		\$1,134	
MEALS & LODGING	\$1,500		\$1,500	
MEMBERSHIP DUES	\$1,103		\$1,103	
OFFICE EQUIPMENT MTNCE	\$1,500		\$1,500	
TELEPHONE	\$4,000		\$4,000	
ADVERTISING SERVICES	\$4,000		\$4,000	
PRINTING	\$4,500		\$4,500	
BINDING	\$1,000		\$1,000	
TEMPORARY SERVICES	\$3,000		\$3,000	
BANKING SERVICES	\$300		\$300	
OTHER CONTRACTUAL SERVICE	\$20,000		\$20,000	
		\$88,967	\$88,967	\$0
COMMODITIES				
OFFICE SUPPLIES	\$7,700		\$7,700	
POSTAGE	\$23,000		\$23,000	
PERIODICALS & BOOKS	\$2,400		\$2,400	
OTHER MISC EXPENSES	\$500		\$500	
		\$33,600	\$33,600	
TRANSFERS				
EQUIPMENT REPLACEMENT	\$15,989		\$15,989	
		\$15,989	\$15,989	
TOTAL				
FINANCE		\$496,671	\$356,104	\$575,663

GENERAL CORPORATE, PUBLIC BENEFIT AND AUDIT LEVY 1998

AMOUNT TO BE
RAISED FROM
SOURCES
OTHER THAN
PROPERTY
TAXATION

AMOUNT TOTAL
APPROPRI-
ATION TAXATION TAXATION

I GENERAL GOVERNMENT

LEGAL

1 CORPORATION COUNSEL
1 ASST. CORP. COUNSEL
2 DEPT SECRETARY

SALARIES	\$178,892	\$178,892	\$0	\$178,892
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CONTRACTUAL SERVICES

CONSULTANT SERVICES	\$10,825		\$10,825	
LEGAL SERVICES	\$10,825		\$10,825	
OTHER PROFESSIONAL SERV.	\$868		\$868	
TRAINING	\$695		\$695	
REGISTRATION	\$1,100		\$1,100	
TRAVEL	\$1,100		\$1,100	
MEALS & LODGING	\$1,000		\$1,000	
MEMBERSHIP DUES	\$2,500		\$2,500	
OFFICE EQUIPMENT MTNCE	\$600		\$600	
COMMUNICATION EQUIP. MTNCE	\$325		\$325	
COMPUTER EQUIPMENT MTNCE	\$1,500		\$1,500	
TELEPHONE	\$2,000		\$2,000	
OTHER CONTRACTUAL SERVICE	\$3,245		\$3,245	
		\$36,583	\$36,583	\$0

COMMODITIES

OFFICE SUPPLIES	\$2,200		\$2,200	
POSTAGE	\$1,300		\$1,300	
PERIODICALS & BOOKS	\$12,850		\$12,850	
OTHER MISC. EXPENSES	\$1,200		\$1,200	
		\$17,550	\$17,550	\$0

TRANSFERS

EQUIPMENT REPLACEMENT	\$1,718		\$1,718	
		\$1,718	\$1,718	\$0

TOTAL

LEGAL		\$234,743	\$55,851	\$178,892
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GENERAL CORPORATE, PUBLIC BENEFIT AND AUDIT LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
I GENERAL GOVERNMENT				
CITY HALL BLDG				
1 CUSTODIAN				
SALARIES	\$37,574	\$37,574	\$0	\$37,574
CONTRACTUAL SERVICES				
ARCHITECTURAL SERVICES	\$0		\$0	
JANITORIAL SERVICE	\$35,000		\$35,000	
BUILDING MAINTENANCE	\$15,000		\$15,000	
MACHINERY & EQUIP. MTNCE.	\$12,700		\$12,700	
COMMUNICATION EQ. MTNCE.	\$700		\$700	
NATURAL GAS	\$6,750		\$6,750	
ELECTRICITY	\$115,000		\$115,000	
WATER	\$2,500		\$2,500	
TELEPHONE	\$10,000		\$10,000	
TEMPORARY SERVICES	\$400		\$400	
OTHER CONTRACTUAL SER	\$16,550		\$16,550	
		\$214,600	\$214,600	\$0
COMMODITIES				
BUILDING MAINTENANCE	\$3,350		\$3,350	
JANITORIAL SUPPLIES	\$8,550		\$8,550	
OTHER SUPPLIES	\$500		\$500	
		\$12,400	\$12,400	\$0
LAND & PERMIT IMPUT				
BUILDING ALTERATIONS	\$28,500		\$28,500	
		\$28,500	\$28,500	\$0
TRANSFERS				
EQUIP REPL.	\$56,387		\$56,387	
		\$56,387	\$56,387	\$0
TOTAL				
CITY HALL BLDG		\$349,461	\$311,887	\$37,574

GENERAL CORPORATE, PUBLIC BENEFIT AND AUDIT LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
OFFICE SUPPLIES	\$8,500		\$8,500	
ENGINEERING SUPPLIES	\$6,500		\$6,500	
COMPUTER SUPPLIES	\$2,500		\$2,500	
PROTECTIVE WEAR	\$700		\$700	
POSTAGE	\$2,400		\$2,400	
COMPUTER SOFTWARE	\$2,600		\$2,600	
PERIODICALS & BOOKS	\$1,500		\$1,500	
OTHER SUPPLIES	\$700		\$700	
PROPERTY TAXES	\$3,000		\$3,000	
		\$52,125	\$52,125	\$0
TRANSFERS				
EQUIPMENT REPLACEMENT	\$38,053		\$38,053	
		\$38,053	\$38,053	\$0
TOTAL				
ENGR GEN SUPV		\$1,026,265	\$186,878	\$839,387

GENERAL CORPORATE, PUBLIC BENEFIT AND AUDIT LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
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I GENERAL GOVERNMENT

STREET LIGHTING

.15 CONSTRUCTION ENGINEER
.05 OFFICE MANAGER
.50 CHIEF ELECTRICIAN

SALARIES	\$23,677	\$23,677	\$23,677	\$0
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CONTRACTUAL SERVICES				
MACHINERY & EQUIP. MTNCE	\$4,900		\$4,900	
ELECTRICITY	\$381,000		\$381,000	
OTHER CONTRACTUAL SER	\$7,500		\$7,500	
OTHER PROPERTY MTNCE	\$3,500		\$3,500	
		\$396,900	\$396,900	\$0

TOTAL				
STREET LIGHTING		\$420,577	\$420,577	\$0

GENERAL CORPORATE, PUBLIC BENEFIT AND AUDIT LEVY 1998

	LEVY AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
GRAND TOTAL:				
GENERAL CORPORATE	\$1,973,126			
PUBLIC BENEFIT LEVY	\$155,000			
AUDIT LEVY	\$34,464			
TOTAL	\$2,162,590	\$8,604,394	\$6,441,804	\$2,162,590

POLICE PROTECTION LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
JANITORIAL SUPPLIES	\$8,000		\$8,000	
OFFICE SUPPLIES	\$10,000		\$10,000	
COMPUTER SUPPLIES	\$4,000		\$4,000	
PROTECTIVE WEAR	\$8,700		\$8,700	
POSTAGE	\$5,500		\$5,500	
COMPUTER SOFTWARE	\$5,000		\$5,000	
PERIODICALS & BOOKS	\$3,025		\$3,025	
RANGE MTNCE & SUPPLIES	\$3,000		\$3,000	
OTHER SUPPLIES	\$44,000		\$44,000	
INVESTIGATION EXPENSES	\$25,000		\$25,000	
BUILDING ALTERATIONS	\$2,000		\$2,000	
		\$292,775	\$292,775	\$0
TRANSFERS				
EQUIPMENT REPLACEMENT	\$621,267		\$621,267	
		\$621,267	\$621,267	\$0
TOTAL				
POLICE		\$7,532,456	\$6,708,803	\$823,653

FIRE PROTECTION LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
PROTECTIVE WEAR	\$26,000		\$26,000	
POSTAGE	\$1,500		\$1,500	
MEDICAL SUPPLIES	\$7,000		\$7,000	
VISUAL AID MATERIALS	\$500		\$500	
PERIODICALS & BOOKS	\$2,200		\$2,200	
INVESTIGATION EXPENSES	\$1,500		\$1,500	
		\$135,900	\$135,900	\$0
TRANSFERS				
EQUIPMENT REPLACEMENT	\$423,534		\$423,534	
		\$423,534	\$423,534	\$0
TOTAL				
FIRE		\$5,153,186	\$4,329,533	\$823,653
GRAND TOTAL POLICE & FIRE		\$12,685,642	\$11,038,336	\$1,647,306

GENERAL CORPORATE, PUBLIC BENEFIT AND AUDIT LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
OTHER SUPPLIES	\$13,350		\$13,350	
		\$228,200	\$228,200	\$0
TRANSFERS				
EQUIPMENT REPLACEMENT	\$185,323		\$185,323	
		\$185,323	\$185,323	\$0
TOTAL				
PARKS		\$1,511,517	\$893,777	\$617,740

PUBLIC PARKS LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
VISUAL AID MATERIALS	\$625		\$625	
COMPUTER SOFTWARE	\$1,500		\$1,500	
PERIODICALS & BOOKS	\$1,100		\$1,100	
SUPPLIES, OTHER	\$45,000		\$45,000	
6 FLAGS/GREAT AMER. TICKET	\$2,424		\$2,424	
OTHER MISC. EXPENSES	\$6,000		\$6,000	
		\$96,344	\$96,344	\$0
TRANSFERS				
EQUIPMENT REPLACEMENT	\$22,846		\$22,846	
TRANSFER TO S O A R F	\$89,500		\$89,500	
		\$112,346	\$112,346	\$0
TOTAL				
RECREATION		\$1,005,563	\$1,005,563	\$0

PUBLIC PARKS LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
CHEMICALS	\$2,150		\$2,150	
COMPUTER SUPPLIES	\$150		\$150	
PROTECTIVE WEAR	\$550		\$550	
POSTAGE	\$125		\$125	
SUPPLIES, MEDICAL	\$2,900		\$2,900	
COMPUTER SOFTWARE	\$100		\$100	
PERIODICALS & BOOKS	\$375		\$375	
ZOO SUPPLIES	\$4,250		\$4,250	
LANDSCAPING SUPPLIES	\$1,500		\$1,500	
OTHER SUPPLIES	\$5,150		\$5,150	
OTHER MISC. EXPENSES	\$500		\$500	
		\$65,475	\$65,475	\$0
CAPITAL OUTLAY				
BUILDING ALTERATIONS	\$0		\$0	
		\$0	\$0	\$0
TRANSFERS				
EQUIPMENT REPLACEMENT	\$10,210		\$10,210	
		\$10,210	\$10,210	\$0
TOTAL				
ZOO PROGRAM		\$553,810	\$553,810	\$0
GRAND TOTAL PUBLIC PARKS		\$3,070,890	\$2,453,150	\$617,740

IMRF & SOCIAL SECURITY LEVIES 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
VI ILLINOIS MUNICIPAL RETIREMENT				
ILL MUNIC RET FUND				
TRANSFERS				
CITY CON TO IMRF	\$996,400		\$12,144	\$984,256
CITY CON TO FICA	\$800,414		\$19,983	\$780,431
		\$1,796,814	\$32,127	\$1,764,687
TOTAL				
ILL MUNIC RET FUND		\$1,796,814	\$32,127	\$1,764,687

POLICE PENSION LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
VIII POLICE PENSION				
POLICE PENSION FUND				
REFUNDS, CONTRIBS, TRA TO POL TRUSTEES	\$1,263,738			
OTHER MISC. EXPENSES	\$124,261			
		\$1,387,999	\$84,591	\$1,303,408
TOTAL				
POLICE PENSION FUND		\$1,387,999	\$84,591	\$1,303,408

PUBLIC LIBRARY LEVY 1998

	AMOUNT	TOTAL APPROPRI- ATION	AMOUNT TO BE RAISED FROM SOURCES OTHER THAN PROPERTY TAXATION	TAXATION
XI PUBLIC LIBRARY FUND				
BLMGT. LIBRARY M & O				
1 LIBRARY DIRECTOR				
3 UNIT MANAGER				
6 LIBRARIAN II				
1 OFFICE MANAGER				
3 LIBRARIAN I				
2 LIBRARY ASSOCIATE II				
2 LIBRARY ASSOCIATE I				
13 LIBRARY TECH. ASST.				
2 CUSTODIAN				
12.63 LIBRARY ASST.				
1.23 SHELVER				
.80 SHELVER (TEMPORARY)				
.17 SHELVER (SUMMER)				
.42 SHELVER LIB ASST (SUMMER)				
SALARIES	\$1,634,284	\$1,634,284	\$0	\$1,634,284
CONTRACTUAL SERVICES				
EMPLOYEE PHYSICALS	\$1,600		\$1,600	\$0
TRAINING	\$2,500		\$2,500	\$0
TUITION REINBURSEMENT	\$4,500		\$4,500	\$0
REGISTRATION	\$3,800		\$3,800	\$0
TRAVEL	\$5,000		\$5,000	\$0
MEALS & LODGING	\$7,400		\$7,400	\$0
MEMBERSHIP DUES	\$4,000		\$4,000	\$0
OFFICE EQUIPMENT MTNCE	\$10,000		\$0	\$10,000
BUILDING MAINTENANCE	\$50,000		\$0	\$50,000
OTHER PROPERTY MTNCE.	\$3,500		\$3,500	\$0
VEHICLE MAINTENANCE	\$3,000		\$3,000	\$0
COMPUTER EQUIPMENT MTNCE.	\$76,000		\$0	\$76,000
NATURAL GAS	\$12,000		\$0	\$12,000
ELECTRICITY	\$75,000		\$0	\$75,000
WATER	\$2,000		\$2,000	\$0
TELEPHONE	\$19,000		\$19,000	\$0
VEHICLE INSURANCE	\$4,000		\$4,000	\$0
PROPERTY INSURANCE	\$15,000		\$15,000	\$0
ADVERTISING SERVICES	\$4,000		\$4,000	\$0
PRINTING	\$8,000		\$8,000	\$0
BINDING	\$5,750		\$5,750	\$0
EQUIPMENT RENTAL	\$1,500		\$1,500	\$0
BANKING SERVICES	\$200		\$200	\$0
OTHER CONTRACTUAL SER	\$40,000		\$0	\$40,000
		\$357,750	\$94,750	\$263,000

TOTAL

GRAND TOTAL

\$37,442,970

\$24,129,320

\$13,313,650

FOR COUNCIL: November 23, 1998

To: Honorable Mayor and Members of the City Council
From: Staff
Subject: Approval of 1998 Tax Levy

Attached is the recommended 1998 Tax Levy of \$13,313,650 which is a 5.17% increase over the 1997 levy of \$12,659,567. This is comprised of the City levies which are going up 5.00% and the Public Library levy which is increasing 6.00% for the combined increase of 5.17%. The portion of the levy that falls under Truth in Taxation requirements is increasing 3.22%. This is well below the 5.00% threshold that requires a public notice and hearing, so we will not need to have a public hearing. The recommended levy is based on a projected Equalized Assessed Valuation growth of 5.00% as recommended by the Assessor's Office. This growth rate would yield a 1998 levy EAV of \$954,631,415 as compared to the 1997 EAV of \$909,172,776. The 1998 taxes should result in a City tax rate of \$1.16031 per \$100 of EAV, which is a cut in the tax rate of \$0.00224 per \$100 of EAV. The 1998 rate including both the City and the Library should be about the same, but again this depends on how closely the actual EAV comes in to the projection. The proposed levy is virtually the same as presented to Council this past August, 1998.

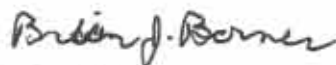
The following is a comparison of the 1998 recommended levy to the 1997 levy.

	<u>1997</u>	<u>1998</u>	<u>% Increase</u>
General Corporate	\$2,033,171	\$1,973,126	-2.95
Police Protection	784,431	823,653	5.00
Fire Protection	784,431	823,653	5.00
Public Parks	588,323	617,740	5.00
IMRF Fund	946,400	984,256	4.00
Social Secucity Fund	750,414	780,431	4.00
Fire Pension Fund	1,179,044	1,260,105	6.88
Police Pension Fund	1,263,738	1,303,408	3.14
Judgment Fund	700,000	700,000	0.00
Public Library Fund	2,110,350	2,236,971	6.00
Public Benefit Fund	155,000	155,000	0.00
Audit Fund	32,823	34,464	5.00
Truth in Taxation Subtotal	11,328,126	11,692,807	3.22

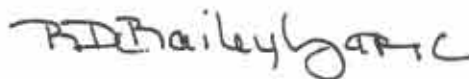
1988 Street Bonds	284,350	0	-100.00
1991 S.E. Improvement Bonds	695,000	695,000	0.00
1993 Improvement Bonds	352,091	360,210	2.31
1996 Police Facility Bonds	0	565,633	0
Debt Service Subtotal	1,331,441	1,620,843	21.17
Total Tax Levy	12,659,567	13,313,650	5.17

We respectfully recommend the passage of the 1998 Tax Levy of \$13,313,650.

Respectfully,



Brian J. Barnes
Director of Finance



Richard D. Bailey
Assistant City Manager



Tom Hamilton
City Manager

Motion:

That the 1998 Tax Levy Ordinance of \$13,313,648.00 be passed.

Motion: Alderman Finnegan Seconded by: Alderman Matejka

	Aye	Nay	Other		Aye	Nay	Other
Alderman Crawford	✓			Alderman Finnegan	✓		
Alderman Fruin	✓			Alderman Rhoda	✓		
Alderman Sprague	✓			Alderman Crouch	✓		
Alderman Matejka	✓						
Alderman Whalen	✓			Mayor Markowitz			

TRUTH IN TAXATION

**NOTICE OF PROPOSED PROPERTY TAX INCREASE FOR THE VILLAGE OF
CAROL STREAM, DUPAGE COUNTY, ILLINOIS**

- I. A public hearing to approve a proposed property tax levy increase for the Village of Carol Stream (including the Carol Stream Public Library) for 2000 will be held on September 18, 2000, at 8:00 p.m. at the Carol Stream Village Hall, 500 North Gary Avenue, Carol Stream, Illinois.

Any person desiring to appear at the public hearing and present testimony to the taxing district may contact Gregory J. Bielawski, Village Manager, 500 North Gary Avenue, Carol Stream, IL 60188, 630/665-7050.

- II. The corporate and special purpose property taxes extended or abated for 1999 were \$2,138,162.26.

The proposed corporate and special purpose taxes to be levied for 2000 are \$2,320,614.00. This represents an 8.54% increase over the previous year.

- III. The property taxes extended for debt service and public building commission leases for 1999 were \$0.00.

The estimated property taxes to be levied for debt service and public building commission leases for 2000 are \$0.00. This represents a 0.00% increase over the previous year.

- IV. The total property taxes extended or abated for 1999 were \$2,138,162.26.

The estimated total property taxes to be levied for 2000 are \$2,320,614.00. This represents an 8.54% increase over the previous year.

Printed by Order of the Corporate Authorities
of the Village of Carol Stream,
DuPage County, Illinois

TO BE PRINTED ON SATURDAY, SEPTEMBER 9, 2000

Printer: This must be printed on 1/8 of a page with the smallest type used being 12 point. The notice must be enclosed in a black border no less than 1/4 inch wide. The notice must not be placed in that portion of the newspaper where legal notices and classified advertisements appear.

COLLATERALIZATION AGREEMENT

Long Form

SECURITY AGREEMENT

This SECURITY AGREEMENT, dated _____, is between **[name of bank]** (the “*Bank*”), a **[bank and trust company, national banking association, state banking corporation, savings bank or savings and loan association]** having an address at _____, and **[public depositor]**, having an address at _____ (the “*Public Depositor*”).

WITNESSETH:

WHEREAS, the Bank is a qualified public depository as defined in **[state statute]**, (the “*Act*”); and

WHEREAS, Public Depositor from time to time makes deposits, as said term is defined in the Act, in the Bank (its “*Public Deposits*”), which Public Deposits shall from time to time aggregate in excess of One Hundred Thousand Dollars (\$100,000.00); and

WHEREAS, the Public Depositor desires to have its Public Deposits secured by collateral; and

WHEREAS, the Bank has agreed to secure the Public Depositor’s Public Deposits by granting to the Public Depositor a security interest in certain collateral (“*Eligible Collateral*”) owned by the Bank, as permitted by 12 U.S.C. § 90;

NOW THEREFORE, in consideration of the Public Depositor depositing its Public Deposits as herein described, and for other good and valuable consideration, hereby acknowledged as received, it is hereby agreed between the Public Depositor and the Bank as follows:

1. In order to secure the Public Depositor’s Public Deposits the Bank hereby pledges, assigns, transfers and grants to the Public Depositor a perfected first priority security interest in (a) such amounts of the Eligible Collateral to meet the collateral ratios and other requirements described in this Agreement, and (b) the Custody Account (as defined in Section 9 below) and any and all investment property and security entitlements from time to time held in, by, or for the benefit of the Custody Account (including without limitation the Eligible Collateral) and all proceeds thereof (collectively, the “*Collateral*”). If at any time the ratio of the market value of the Eligible Collateral to the Public Depositor’s Public Deposits, plus accrued interest, is less than required by this Agreement, the Bank shall immediately, within no more than 24 hours, make such additions to the Eligible Collateral in such amounts such that the ratio of the market value of the Eligible Collateral to the Public Depositor’s Public Deposits, plus accrued interest, shall be at least equal to that required by this Agreement. Such additions to the Eligible Collateral shall constitute an assignment, transfer, pledge, and grant to the Public Depositor of a security interest in such additional Eligible Collateral pursuant to this Agreement and the Act.

2. The security interest granted herein (as described in Section 1 above) shall secure not only such Public Deposits and accrued interest of the Public Depositor as are held by the Bank at the time of this Agreement, but also any and all subsequent Public Deposits made by the Public Depositor in the Bank regardless of the accounts in which such funds may be held or identified by the Bank.
3. The pledge of Collateral by the Bank shall be in addition to, and shall in no way eliminate or diminish, any insurance coverage to which the Public Depositor may be entitled under the rules and regulations of the Federal Deposit Insurance Corporation (FDIC) or any private insurance carried by the Bank for the purpose of protecting the claims and rights of its depositors.
4. The Public Depositor is under no obligation to maintain its deposits with the Bank and may withdraw them at any time without notice. It is agreed that when the Bank shall have paid out and accounted for all or any portion of the Public Depositor's Public Deposits, any Collateral pledged under this Agreement to secure such paid out Public Deposits shall be released from the security interest created hereunder.
5. The Bank hereby represents that (i) it is a **[state banking corporation]** duly organized and validly existing under the laws of the **[State of [state]]**; (ii) it is a qualified public depository as defined by the Act; (iii) it has, or will have as of the time of delivery of any securities as Collateral under this Agreement, the right, power and authority to grant a security interest therein with priority over any other rights or interests therein; (iv) the execution and delivery of this Agreement and the pledge of securities as Collateral hereunder have been approved by resolution of the Bank's Board of Directors at its meeting of **[date]**, and the approval of the Board of Directors is reflected in the minutes of that meeting, copies of which resolution and relevant portion of the minutes of said meeting are attached hereto as Exhibit A and made a part hereof; (v) the execution and delivery of this Agreement and the pledge of securities as Collateral hereunder will not violate or be in conflict with the Articles of Incorporation or By-laws of the Bank, any agreement or instrument to which the Bank may be a party, any rule, regulation or order of any banking regulator applicable to the Bank, or any internal policy of the Bank adopted by its Board of Directors; and (vi) this Agreement shall be continuously maintained, from the time of its execution, as an official record of the Bank.
6. The Bank warrants that it is the true and legal owner of all Collateral pledged under this Agreement, that the Collateral is free and clear of all liens and claims, that no other person or entity has any right, title or interest therein, and that the Collateral has not been pledged or assigned for any other purpose. Should an adverse claim be placed on any pledged Collateral, the Bank shall immediately substitute unencumbered Collateral of equivalent value that is free and clear of all adverse claims.
7. At any time that the Bank is not in default under this Agreement, the Bank may substitute Eligible Collateral, *provided* that (a) the total market value of Eligible Collateral held in the Custody Account shall meet the requirements of this Agreement, and (b) the Public Depositor shall have approved such actual substitution or substitution process and all documentation relating to such substitution before it becomes effective.

8. Any additional pledge of Collateral hereunder, substitution of Collateral, or release of Collateral shall be approved by an officer of the Bank duly authorized by resolution of the Board of Directors to approve such additional pledges, substitutions, or releases of Collateral under this Agreement.
9. The Bank agrees to place the Collateral with a Federal Reserve Bank, a trust department of a commercial bank, or with a trust company (the “*Custodian*”) to hold in a custody account (the “*Custody Account*”) for the benefit of the Public Depositor. Any such commercial bank or trust company shall be a securities intermediary that in the ordinary course of its business regularly maintains securities accounts for its customers. The Bank shall execute a custodial trust agreement with the Custodian (“*Custodial Trust Agreement*”) for the custody of the Eligible Collateral consistent with the terms of this Agreement. The Custodial Trust Agreement shall contain the Custodian’s agreement to hold all Collateral in the Custody Account for the benefit of the Public Depositor and subject to the Public Depositor’s direction and control and to comply with entitlement orders originated by the Public Depositor without the Bank’s further consent. The executed Custodial Trust Agreement is attached hereto as Exhibit B. The execution by the Bank of the Custodial Trust Agreement shall in no way relieve it of any of its duties or obligations hereunder.
10. Upon the initial transfer of Eligible Collateral under this Agreement and monthly thereafter, the Bank shall cause the Custodian to report to the Public Depositor specifying the type and market value of Eligible Collateral being held in the Custody Account for the benefit of the Public Depositor.
11. The Bank shall pledge and transfer to the Custody Account Eligible Collateral having a total market value of at least the total value of the Public Deposits, including accrued interest, of the Public Depositor, less amounts covered by insurance of the FDIC.
12. Eligible Collateral shall include only the following securities and shall have a minimum market value as expressed in the following collateral ratios:

FORM OF ELIGIBLE COLLATERAL PLEDGE	COLLATERAL RATIO* (MARKET VALUE DIVIDED BY DEPOSIT PLUS ACCRUED INTEREST)
---------------------------------------	---------------------------------------------------------------------------------

- A. United States treasury
Bills, notes and bonds
 - i. Maturing in less than one year.....102%
 - ii. Maturing in one to five years.....105%
 - iii. Maturing in more than five years110%
- B. Actively traded United States government agency securities
 - i. Maturing in less than one year.....103%
 - ii. Maturing in one to five years107%
 - iii. Maturing in more than five years115%
- C. United States government agency variable rate securities
- D. [State] general obligation bonds
 - i. Maturing in less than one year102%
 - ii. Maturing in one to five years107%
 - iii. Maturing in more than five years110%

- 13. The Bank shall recalculate the market value of individual securities comprising Eligible Collateral at least monthly.
- 14. The Bank has heretofore or will immediately hereafter deliver to the Custodian for immediate deposit into the Custody Account Eligible Collateral of sufficient value to meet the terms of this Agreement. Said Eligible Collateral, or substitute collateral, as herein provided for, shall be retained by the Custodian in the Custody Account so long as the Bank holds deposits of the Public Depositor.
- 15. In the event the Bank shall (a) fail to pay the Public Depositor any funds which the Public Depositor has on deposit, (b) fail to pay and satisfy when due any check, draft, or

* The collateral ratios set forth below are merely suggested ratios and should be modified by the Public Depositor to reflect applicable statutory requirements and their investment policies.

voucher lawfully drawn against any deposit of the Public Depositor, (c) fail or suspend active operations, (d) become insolvent, or (e) fail to maintain adequate Collateral as required by this Agreement, the Bank shall be in default, the Public Depositor's deposits in such Bank shall become due and payable immediately, the Public Depositor shall have the right to unilaterally direct the Custodian to liquidate the Collateral held in the Custody Account and pay the proceeds thereof to the Public Depositor and to exercise any and all other security entitlements with respect to the Custody Account and the other Collateral, to withdraw the Collateral, or any part thereof, from the Custody Account and deliver such Collateral to the Public Depositor or to transfer the Collateral or any part thereof into the name of the Public Depositor or into the name of the Public Depositor's nominee, and ownership of the Collateral shall transfer to the Public Depositor. The Bank authorizes the release, withdrawal and delivery of the Collateral to the Public Depositor upon default by the Bank, and authorizes the Custodian to rely without verification on the written statement of the Public Depositor as to the existence of a default and to comply with entitlement orders originated by the Public Depositor without further consent of that Bank.

16. In the event of default as described in Section 15, the Public Depositor shall also have the right to sell Collateral at any public or private sale at its option without advertising such sale, upon not less than three (3) days' notice to the Bank and the Custodian. In the event of such sale, the Public Depositor, after deducting all legal expenses and other costs, including reasonable attorney's fees, from the proceeds of such sale, shall apply the remainder on any one or more of the liabilities of the Bank to the Public Depositor, including accrued interest, and shall return the surplus, if any, to the Bank, or its receiver or conservator.
17. During the term of this Agreement, the Public Depositor will, through appropriate action of its governing board, designate the officer, or officers, who singly or jointly will be authorized to represent and act on behalf of the Public Depositor in any and all matters arising under this Agreement.
18. All parties to this Agreement agree to execute any additional documents that may be reasonably required to effectuate the terms, conditions and intent of this Agreement.
19. All of the terms and provisions of this Agreement shall be binding upon and shall inure to the benefit of the parties hereto and their respective successors and assigns.
20. This Agreement may be executed in one or more counterparts, each of which shall be deemed an original and all of which taken together shall constitute one and the same instrument.
21. This Agreement shall be governed by and construed in accordance with the laws of [state] and the laws of the United States, and it supersedes any and all prior agreements, arrangements or understandings with respect to the subject matter hereof. In the event that any conflict of law issue(s) should arise in the interpretation of this Agreement, the parties agree that when [state] law is not preempted by laws of the United States, [state] law shall govern.

22. No provision of this Agreement may be waived except by a writing signed by the party to be bound thereby and any waiver of any nature shall not be construed to act as a waiver of subsequent acts.
23. In the event that any provision or clause of this Agreement conflicts with applicable law, such conflict shall not affect other provisions of this Security Agreement, which shall be given effect without the conflicting provision. To this end the provisions of this Agreement are declared to be severable.
24. Unless applicable law requires a different method, any notice that must be given under this Agreement shall be given in writing and sent by certified mail, return receipt requested or third party overnight priority mail carrier to the address set forth herein or such other place as may be designated by written notice in the same manner from one party to the other.

[public depository bank]

By:

Its:

Date:_____

[public depositor]

By:

Its:

Date:_____